

ABSTRACTS FROM TDC MINUTES CONCERNING [REDACTED] CONTRACT [REDACTED]

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NPIC/TDB/M-24-61 - 30 March 1961

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25X1A The Board reviewed a staff study submitted by [REDACTED] concerning an  
25X1A overrun of funds on the [REDACTED] Audio-Visual Film Card Contract (TAB C).  
The staff study contained a recommendation from [REDACTED] to approve the  
overrun in the amount of [REDACTED] and to extend the contract date to 1 April  
1961. The Board concurred in the recommendation.

NPIC/TDB/M-29/61 25 May 1961

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25X1A [REDACTED] presented a staff study to the Board concerning a pro-  
25X1A posed overrun of [REDACTED] contract for an Audio Visual Film  
25X1A Card Unit. (TAB C) This contract was undertaken in May 1960 at a  
cost of [REDACTED] and an overrun of [REDACTED] was approved on 8 April  
1961. This development was started in conjunction with the PI Cell 25X1A  
program to determine the practicability of using high density sound  
records on a film recording medium. [REDACTED] pointed out that the  
design study and the device as assembled to date have satisfactorily  
proven such a machine will work. Since the development of the PI Cell  
as initially envisaged has been deferred, further work on this contract  
would not seem practical.

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[REDACTED] recommended that the contract be terminated and the Board  
concurred.

NPIC/TDC/M-8/62 19 January 1962

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25X1A Task Order #1 has been terminated and the Technical Plans and Develop-  
25X1A ment Staff has no record or report of [REDACTED] accomplishments to the point  
25X1A of termination other than monitor reports. [REDACTED] recommended that the  
25X1A Committee agree to spend [REDACTED] to get a final report from [REDACTED] This was  
not acceptable to the members but it was agreed that we request the Office  
of Logistics to contact [REDACTED] and get all engineers' reports, etc. from them  
and that would suffice. If this approach fails the matter will be taken  
up again at a future Committee meeting.

NPIC/TDC/M-10/62 23 February 1962

25X1A At the 19 January 1962 meeting of the Technical Development Committee  
25X1A it was recommended by the Chairman that the Committee approve the spending  
25X1A of [REDACTED] in order to obtain a final report from [REDACTED] on this task order.  
This was not agreed to by the members, but it was decided that NPIC request  
the Office of Logistics to contact [REDACTED] and get all engineers' reports, etc.  
25X1A [REDACTED] reported that he had discovered that [REDACTED] had already

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investigated this approach and was told that there were no engineers' reports or working papers. [REDACTED] was asked to see if there was some way of getting a report for less than [REDACTED] submitted a [REDACTED] 25X1A overrun for work that was performed by them after the termination date, unknown to NPIC. NPIC is going to pay only about half of this overrun and Mr. [REDACTED] suggested that it may be possible to pay [REDACTED] more than half of the overrun if they will provide the final report for us, too. He is going to investigate this matter further and report at a future meeting.

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NPIC/TDC/M-14/64 26 April 1962

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[REDACTED] Administrative Staff, presented the background of this contract to the Committee members. The contract has been terminated and NPIC has no record or report of any kind of what was accomplished by [REDACTED] 25X1A [REDACTED] has submitted a written estimate that a final report will cost [REDACTED] 25X1A [REDACTED] has also submitted an overrun which will be taken up by the Committee after the final audit report has been made by the Office of Logistics. It was recommended that NPIC pay the [REDACTED] for the final report. All members of the Committee agreed with the exception of the Army SIO. The Chairman announced that copies of the report would be disseminated to all interested parties.

NPIC/TDC/M-6/63 11 October 1962

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[REDACTED] distributed a memorandum outlining the different courses of action the Government can take on this contract, based on the information accumulated so far. [REDACTED] stated that he was notified by a member of the Technical Plans & Development Staff that NPIC intended to go ahead with this contract. NPIC is now in the position of [REDACTED] saying positively 25X1A that they received this information and NPIC has no evidence to the contrary. Under the terms of the contract they are not obligated to furnish a final report and NPIC is not obligated to pay the overrun. Assuming that a final report is needed and is worth the indicated cost, [REDACTED] should submit a final 25X1A report before NPIC can consider the overrun. Assuming that [REDACTED] submits the 25X1A report at reasonable cost, then NPIC should consider coverage of the overrun on the basis of all the facts available. However, [REDACTED] is not entitled to 25X1A payment for work beyond 14 June 1961, the date they were officially notified that the contract be terminated. [REDACTED] does have a patent application and other technical information which may be satisfactory in lieu of a final report. [REDACTED] will look at this material to see if it will suffice. If so, the Committee will then consider the payment of the overrun. Mr. [REDACTED] stated that the Contracting Office will do all they can to see that this problem does not come up again and he recommended that all future contracts be written putting aside a certain amount of money for the express purpose of providing a final report. [REDACTED] also stated that in the past it has been the Government's policy to pay all reasonable overruns in order not to put a strain on the relationship between the Government and the Contractor.

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